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FINANCIAL STATEMENTS AND ACCOUNTANT'S CERTIFICATION REPORT

FIRE PROTECTION GRANT OF  
PARISH OF VILLIE FOR LUTHER FIRE DEPARTMENT  
(RECEIVED FROM AND RETURNED TO BISHOP PIERRE JOHN)  
Baton Rouge, Louisiana  
December 31, 2009

Under provisions of state law, this report is a public document. Access of the report has been restricted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8-15-01

THEODORE J. GALLAGHER, CPA  
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**FINANCIAL STATEMENTS AND ACCOUNTANT'S COMPILATION REPORT**

**FIRE PROTECTION GRANT OF  
PALMYRETTVILLE VOLUNTARY FIRE DEPARTMENT  
(RECEIVED FROM ASSUMPTION PARISH POLICE JURY)  
Palmyreville, Louisiana  
December 31, 2009**

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**INDEPENDENT ACCOUNTANTS' COMPILATION REPORT**

To the Board of Commissioners of  
Paincourtville Volunteer Fire Department  
Paincourtville, Louisiana

I have compiled the accompanying fire protection grant financial statements of Paincourtville Volunteer Fire Department received from Assumption Parish Police Jury, Paincourtville, Louisiana, as of and for the year ended December 31, 2003, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion in any other form of assurance on them.

As disclosed in Note A, the financial statements present only the fire protection grant from Assumption Parish Police Jury and are not intended to present fairly the financial position and results of operations of Paincourtville Volunteer Fire Department, in conformity with generally accepted accounting principles.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, I have issued a report, dated June 22, 2004, on the results of my agreed-upon procedures.

*Timothy J. Gallagher, CPA (ABC)*

June 22, 2004

**FIRE PROTECTION GRANT OF  
FAIRGORETOWN VOLUNTARY FIRE DEPARTMENT  
(RECEIVED FROM ASSUMPTION PARISH POLICE JURY)  
Fairgortown, Louisiana**

**BALANCE SHEET - FIRE PROTECTION GRANT**

December 31, 2000

(See Assessor's Compilation Report)

	Special Revenue Fund-Fire Protection Grant	General Fund Assets Acquired With Grant Funds	General Long-Term Debt To Be Paid With Grant Funds	Total (Minimum Only)
<b>ASSETS AND OTHER DEBITS</b>				
<i>Assets:</i>				
Cash and cash equivalents	\$ 27,960	\$ -	\$ -	\$ 27,960
Grants of Fixed Assets-Grant				
Fire protection facilities and equipment	-	587,150	-	587,150
Amount to be provided the retirement of general long-term debt	-	-	90,000	90,000
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$ 27,960</b>	<b>\$ 587,150</b>	<b>\$ 90,000</b>	<b>\$ 705,110</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>				
<i>Liabilities:</i>				
Accounts payable	\$ 160	\$ -	\$ -	\$ 160
Long purchase obligations payable	-	-	90,000	90,000
<b>TOTAL LIABILITIES</b>	<b>\$ 160</b>	<b>-</b>	<b>\$ 90,000</b>	<b>\$ 90,160</b>
<i>Equity and Other Credits:</i>				
Investments in general fixed assets-grant funds	-	587,150	-	587,150
Fund balance-unreserved, undesignated	27,798	-	-	27,798
<b>TOTAL EQUITY AND OTHER CREDITS</b>	<b>\$ 27,798</b>	<b>\$ 587,150</b>	<b>-</b>	<b>\$ 614,948</b>
<b>TOTAL LIABILITIES, EQUITY AND OTHER CREDITS</b>	<b>\$ 27,960</b>	<b>\$ 587,150</b>	<b>\$ 90,000</b>	<b>\$ 705,110</b>

The accompanying notes are an integral part of this statement.

FIRE PROTECTION GRANT OF  
FAIRCOURTVILLE VOLUNTEER FIRE DEPARTMENT  
(GRANT FUND FROM ASSUMPTION FIRE POLICE FUND)  
Faircourtville, Louisiana

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL -  
SPECIAL REVENUE FUND  
FIRE PROTECTION GRANT  
For the Year Ended December 31, 2000  
(See Accountant's Compilation Report)

	Budget	Actual	Variance Favorable (Disfavorable)
<b>REVENUES</b>			
Intergovernmental revenues:			
Fire protection grant from			
Assumption Parish Police Jury	\$ 76,408	\$ 76,408	\$ -
Fire insurance rebates	8,708	8,708	-
Use of money and property:			
Interest earnings	-	958	958
Other revenues	-	3,852	3,852
<b>TOTAL REVENUES</b>	<u>85,116</u>	<u>90,868</u>	<u>5,752</u>
<b>EXPENDITURES</b>			
Current operating:			
Public safety	34,408	34,201	(1,207)
Capital outlay:			
Public safety	11,000	11,000	(100,000)
Debt Service:			
Principal	17,600	17,600	-
Interest	4,072	1,450	2,622
<b>TOTAL EXPENDITURES</b>	<u>67,080</u>	<u>66,251</u>	<u>(108,852)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(115,200)</u>	<u>(136,342)</u>	<u>(118,880)</u>
<b>OTHER FINANCING SOURCES</b>			
Capital Lease Obligation	-	90,885	90,885
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>-</u>	<u>90,885</u>	<u>90,885</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES</b>	<u>(115,200)</u>	<u>(18,207)</u>	<u>(1,995)</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>46,000</u>	<u>46,000</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 28,790</u>	<u>\$ 27,793</u>	<u>\$ (1,000)</u>

This accompanying statement is integral part of this statement.

**FIRE PROTECTION GRANT OF  
FAIRCOUNTVILLE VOLUNTEER FIRE DEPARTMENT  
RECEIVED FROM ASSUMPTION PARISH POLICE JURY  
Faircountville, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Fire Protection Grant of Faircountville Volunteer Fire Department received from Assumption Parish Police Jury have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the fire department's accounting policies are described below.

**FINANCIAL REPORTING ENTITY** - On April 13, 1991, the Assumption Parish Police Jury entered into a grant agreement with Faircountville Volunteer Fire Department of Assumption Parish. The fire protection grant was for the purpose of acquiring, maintaining, and operating buildings, machines, water tanks, water hydrants, water lines and any other things necessary to provide proper fire protection and control of the property within the boundaries of the department.

The volunteer fire department is a privately created quasi-public corporation that is subject to the grant provisions of its funding agency. The board members are not appointed by the police jury. The volunteer fire department is not financially dependent on the police jury and the nature and significance of their relationship with the police jury is not such that their exclusion would render the police jury's financial statements incomplete or misleading. Therefore, the volunteer fire department is a separate special purpose government.

The accompanying financial statements present information only on the fire protection grant received by the fire department from the Assumption Parish Police Jury and do not present information on the Police Jury, the general government activity provided by that governmental unit, and other governmental units that comprise the Police Jury's reporting entity, nor any other non grant funds received by the fire department. Faircountville Volunteer Fire Department of Assumption Parish has no component units.

**FUND ACCOUNTING** - The fire department is organized and operated on the basis of a fund and account group, whereby a separate, self-balancing set of accounts is maintained that comprises its assets, liabilities, fund equity, revenues, and expenditures.

**SPECIAL REVENUE FUNDS** - The special revenue fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

**MEMORANDUM ONLY-TOTAL COLUMN** - The total column on the balance sheet is required Memorandum Only (review) to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a reconciliation.

**BASIS OF ACCOUNTING** - Basis of accounting refers to when revenues and expenditures are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement basis applied. The fire department's records are maintained on a cash basis of accounting. However, the fund, as reported in the accompanying financial statements, has been converted to a modified accrual basis of accounting, using the following practices in recording revenues and expenditures:

**FIRE PROTECTION GRANT OF  
PAINCOURTVILLE VOLUNTARY FIRE DEPARTMENT  
(GRANTED FROM ASSUMPTION PARISH POLICE JURY)  
Paincourtville, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2008**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

Revenues are recognized in the accounting period in which they become receivable in accord that is when they become receivable and available to finance expenditures of the fiscal period.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fixed liability is incurred.

**BUDGET PRACTICE:** - The fire department adopts an annual budget based on anticipated revenues consistent with generally accepted accounting principles. Annual appropriations of funds are not made. Budgetary accounts are not integrated in the formal accounting system. The accrual basis accounting is not followed because of the small number of transactions involved.

**CASH AND CASH EQUIVALENTS:** - For reporting purposes, cash and cash equivalents include cash, demand deposits, and time certificates of deposits. Assets are classified as cash-equivalents if the original maturities are 90 days or less. Under state law, the department may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana and national banks having their principal offices in Louisiana. Further, the department may invest in time deposits or certificates of deposit of such banks organized under Louisiana law and national banks having principal offices in Louisiana.

**GENERAL FUND ASSETS AND LONG-TERM LIABILITIES:** - Fixed assets are accounted for in the general fund assets account group. No depreciation has been provided on general fund assets. All fixed assets are valued at historical costs. The account group is not a fund. It is reserved only with the management of financial position and does not involve measurement of results of operations. It is the policy of the department not to capitalize interest. As the department has no infrastructure assets, no accounting policy for such infrastructure assets has been adopted.

**PENSION PLAN AND VACATION AND SICK LEAVE:** - All members of the fire department are volunteers. Therefore, the fire department does not contribute to a pension plan and does not have a formal vacation and leave policy.

**NOTE B – CASH AND CASH EQUIVALENTS**

At December 31, 2008, the department had cash and cash equivalents totaling (bank balances) \$17,500. Cash and cash equivalents are stated at cost, which approximates market. The following is a summary of cash and cash equivalents (bank balances) at December 31, 2008, with the related Federal deposit insurance:



**FIRE PROTECTION GRANT OF  
FAIRBOURNTVILLE VOLUNTEER FIRE DEPARTMENT  
(RECEIVED FROM ASSOCIATION FAIRBANK POLICE JURY)  
Fairbournville, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2000**

**NOTE B - CASH AND CASH EQUIVALENTS - CONTINUED**

Interest-bearing demand deposits	\$ 48,348
Federal deposit insurance	\$ 48,348
Total insurance	\$ 48,348

**NOTE C - CHANGES IN GENERAL FIXED ASSETS**

The following is a summary of changes in fixed assets.

	BALANCE 12-31-99	ADDITIONS	DELETIONS	BALANCE 12-31-00
Fire protection facilities and equipment	\$ 456,268	\$ 141,000	\$	\$ 597,268

**NOTE D - CAPITAL LEASE**

Fairbournville Volunteer Fire Department entered into a lease purchase agreement during 2000 for the acquisition of a fire truck. The terms of the agreement require four (4) annual payments of \$28,000 at 5.50% interest. The following is a schedule by year, of future minimum lease payments under the capital lease arrangement with the present value of the net minimum lease payments as of December 31, 2000:

2001	28,000
2002	28,000
2003	28,000
2004	28,000
Total minimum lease payments	112,000
Less interest representing interest	36,410
Present value of net minimum lease payments	\$ 75,590

**NOTE E - LITIGATION AND CLAIMS**

There are no claims or litigation pending against the fire department as December 31, 2000 according to management of the fire department.

**REPORT AND ACCOMPANYING QUESTIONNAIRE REQUIRED BY  
THE LEGISLATIVE AUDITOR, STATE OF LOUISIANA**

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**INDEPENDENT ACCOUNTANT'S REPORT  
ON APPLYING AGREED-UPON PROCEDURES**

To the Board of Commissioners of  
Palm Bay Volunteer Fire Department  
Palm Bay, Louisiana

I have performed the procedures included in the Louisiana Government Audit Guide and summarized below, which were agreed to by the management of Palm Bay Volunteer Fire Department and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about Palm Bay Volunteer Fire Department's compliance with certain laws and regulations during the period ended December 31, 2000 included in the accompanying Louisiana Application Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

**PUBLIC BID LAW**

1. Select all expenditures made during the year for material and supplies, exceeding \$15,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:221 to 225 (the public bid law).

I noted one payment for material and supplies which exceeded \$15,000. I examined the documentation which indicated that the expenditure associated with this project had been bid properly and accepted in accordance with the provision of LSA-RS 38:221 to 225. No expenditures were made during the year for public works exceeding \$100,000.

**EXEMPTIONS FOR PUBLIC OFFICIALS AND PUBLIC EMPLOYEES**

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 40:1180-1184 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided me with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

All members and commissioners of the fire department are volunteers. Therefore, the fire department had no employees during the period under examination.

4. Determine whether any of those employees included in the listing obtained from management in spreadsheet (C) were also included in the listing obtained from management in spreadsheet (D) as immediate family members.

As indicated in provision (F), there were no employees during the period under examination. Thus, this procedure would not be applicable.

#### **BUDGETING**

5. Obtain a copy of the legally adopted budget and all amendments to the budget.

Management provided me with a copy of the original budget. There were no amendments to the budget during the year.

6. Trace the budget adoption and amendments to the minute book.

I traced the adoption of the original budget to the minutes which indicated the budget had been adopted by the Commissioners of the Faircountville Volunteer Fire Department. No amendments were made to the budget during the year.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues failed to meet budgeted revenues by 5% or more or if actual expenditures exceeded budgeted amounts by 10% or more.

I compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues did not exceed budgeted amounts by more than 5%. However, actual expenditures exceeded budgeted expenditures by approximately 104%.

**Management's Response:** Management concurs with the finding. The fire department did not properly budget the purchase of a new fire truck. The fire department budgeted the anticipated non-payment of the new truck rather than the total cost of the truck.

**Management's Corrective Action Plan:** Management of the fire department indicated that for the purchase of fire's fire trucks or financial equipment, they will budget the total cost rather than the anticipated current year total.

#### **ACCOUNTING AND REPORTING**

8. Randomly select 5 disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

I traced supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account, and

Each document appeared to be correctly coded.

- (c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected documents indicated approval from the treasurer. In addition, the treasurer's report was turned to the fire department's minutes where the report was approved by the commissioners.

## MISSINGS

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LS&RS 451 through 451:12 (the open meetings law).

The Palmcourtville Volunteer Fire Department posts a notice and accompanying agenda of each meeting on the station door. Management has asserted that such documents were properly posted.

## OTHER

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like instruments.

I inspected copies of all bank deposit slips and bank statements for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like instruments.

## ADVANCES AND REVENUES

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, salaries, or gifts.

The fire department did not employ any employees for the year and a reading of the minutes of the fire department did not indicate any such payments made to the volunteer members.

The prior year report, dated June 18, 2008, did not include any comments or unexplained matters.

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of the management of Palmcourtville Volunteer Fire Department and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purpose. Under Louisiana Revised Statute 24513, this report is distributed by the Legislative Auditor as a public document.

*Timothy J. Kelly, CPA (Att)*

June 21, 2009

**LOUISIANA ATTESTATION QUESTIONNAIRE**  
**(For Attestation Engagements of Government)**

6/14/01 (Date Transmitted)

Timothy J. Gallagher, CPA

IA Professional Corporation

Post Office Box 132

Belle Mead, LA 70607 (Address)

In connection with your completion of our financial statements as of (date) and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the Louisiana Governmental Audit Guide, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of (date of completion/representations).

6/14/01

**Public Bid Law**

It is true that we have complied with the public bid law, LSA-RS Title 26:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office.

Yes ☒ No ☐

**Code of Ethics for Public Officials and Public Employees**

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1501-1524.

Yes ☒ No ☐

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1993, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes ☒ No ☐

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 38:1301-14) or the budget requirements of LSA-RS 38:34.

Yes ☒ No ☐

**Accounting and Reporting**

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:38.

Yes ☒ No ☐

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:453, and/or 33:52, as applicable.

Yes ☒ No ☐

We have had our financial statements audited or compiled in accordance with LSA-RS-24:913.  
Yes ☒ No ☐

#### Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes ☒ No ☐

#### Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 6 of the 1874 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 32:1410.05-1410.06.

Yes ☒ No ☐


#### Advances and Benefits

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1874 Louisiana Constitution, LSA-RS 14:136, and AG opinion 70-726.

Yes ☒ No ☐

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

	Secretary	8/14/01	Date
	Treasurer	8/14/01	Date
	President	8/14/01	Date